Highest temperature yesterday, 34; lowest, 19.

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PRICE TWO CENTS.

MORE INCOME SUBWAY OFFERS TAX, IS PLAN ARE REVEALED

Kitchin and Democrats Shonts, Gaynor and Willcox Agree on Main Points of Revenue Measure.

WAR MUNITIONS TO YIELD \$40,000,000

available objects of taxation which ow being studied by members of Ways and Means Committee.

sional leaders consider that the Nicoll additional \$100,000,000 upon

ormed that the President will not opwill reserve final judgment on owever, until the defence

mpleted on the House side, tion and bankrupt the company. time the committee will go forward the development of its tentative bill an inheritance tax easily dissipated, it is said Interborough

Would Double Income Tax.

one this year, according to an made by Internal Revenue ioner Osborne in the light of sal which finds much support among bemocratic members of the Ways and Means Committee is to effect the doubling of the revenue derived from incomes by increasing the rates on the incomes now listed as taxable. Determined opposition exists to the sugsection that exemption be placed believe the \$3.000 mark, at which incomes are now axable.

Mayor for City Ownership. There is str

beer and whiskey ought to be

Conferred Before St. James Visit.

LATE MAYOR READY TO BE ARBITRATOR

Kitchin and the other Demo- Interborough, had difficulty yesterday of the House Committee getting what Frank Moss called the "association fibres" of his memory we: " additures to be authorized subway negotiations that surrounded the visit of Mr. Shouts to the late Mayor ettled at this time are as Gaynor's home at St. James and the Mayor's subsequent attitude toxard the

ference between Mr. Shoots and Mayor Gaynor, in which former Chairman Willicox of the Public Service Commission cox of the Public Service Commission participated, on April 19, 1916, five days before the St. James visit. At this conference, which was reported in the minutes of the Interborough executive committee the next day, Mayor Gaynor offered to act as arbitrator between Mr. Willcox and Mr. Shonis, whose subway nexotiations were "about to break up." The executive committee held a special meeting two days after the Gaynor-Willcox-Shonis conference To this meeting Edwin Hawley, an Interborough director, and De Lancey

Ways and Means Committee in to St. James to see Mayor Gayner on tent, but a complete canvass of April 24 the party went twenty-five mocratic membership of the House miles out of their way to stop at the morratic membership of the House miles out of their way to stop at the mylineed Leader Kitchin and his attes that they will insist upon dent Shonts explained yesterday that his many had been refreshed about that detour by John H. Campbell, treasurer of the Interborough, another member of the party, who told Mr. Shonts since that they went to Babylou because Mr. Shonts' doubtless starts. Shonts's daughter wanted to go there

on that Sunday afternoon.

Following that testimony Frank Moss, counsel to the committee, read the minutes of a meeting of the executive committee of the Interborough on April 27, at which proposed extensions and third tracking At the strength of the Proposed extensions and third tracking of the Manhattan elevated souds were considered. The proposed contract to John F. Stevens for this

tation is that the Senate will of directors voted extraordinary powers of directors voted extraordinary powers to the defence measures so as to the executive committee to carry out the subway negotiations which President Shonts testified he "brought down to date" at that meeting. Subsequently, on March 23 and on March 28, two more uninstances, signed propositions were drawn embody-instances of war and the list of articles ing corrections made on the March 22 proposition. President Shonts explained that these negotiations fell through be-The present intention of the Ways and Man Committee is to withhold the acdrafting of the revenue measure which would leave the Interboroush a competitor of the city in subway opera-

Freedman Letter Introduced.

he view of being ready to make a on it as soon as its consideration. House is regarded as timely. Here its against the income and instructional against the income and introduced. It appeared from this letter that although the Mayor a few days before her bad belted an Interpopulation. fore had bolted an Interborough Club, he was privately in favor of the

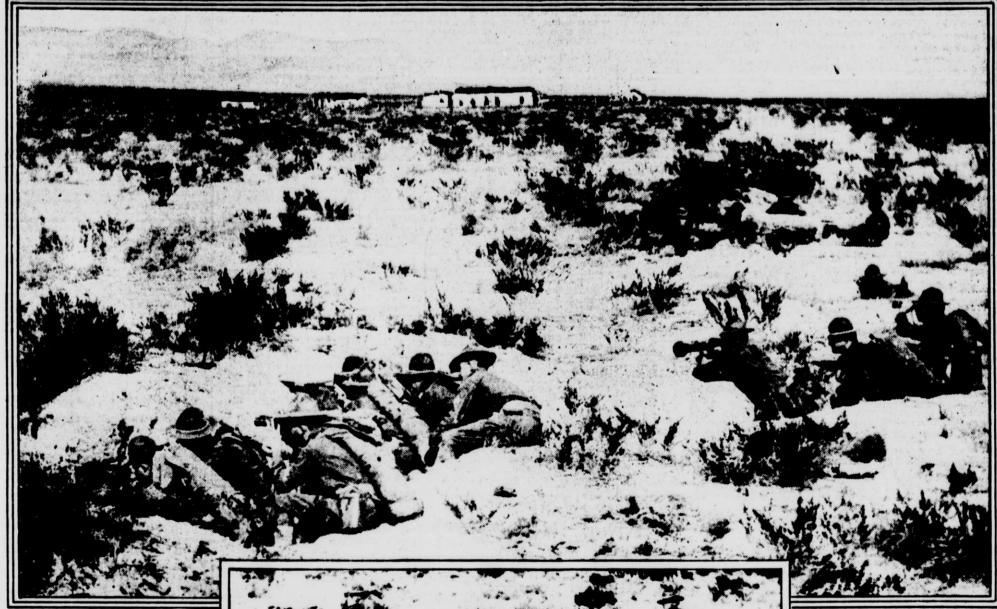
Two other letters to Mr. Freedman, one from President Shonts and the other as concerns the exercise from August Belmont, were read into on by the Federal Govern-in already has been utilized Freedman was carrying on necotiations of his own in connection with the subways.
Mayor Mitchel and Comptroller Pren-

The present income tax will yield dergast were the first witnesses at yestenday, on this year, according to an tenday's hearing. They were called to testify about their knowledge of the smallestoner Osborne in the light of Shonts unsigned "offer" to which the

Mayor for City Ownership.

"My recollection," said the Mayor,
"is that Mr. Willcox was very frank.
I don't remember all the details. I
stood for city ownership and city build-

\$100,000,000 LATER SECRET CARRANZISTAS IN BATTLE WITH VILLA; BANDIT CORNERED; PERSHING CLOSING IN ATTACK; MEET



Washington Gets Report of Fight—Plan Protocol With Mexicans.

Wireless From Mexico Tells of Troops' Progress

ORS PRESERVO'S HEADQUARTERS IN infantry column reached [deleted] eighteen miles north of here last soon will connect the base of operations here with the border.

Aerial scouting in the mountain fastnesses will aid the searching columns, Communication has been esablished between all the forces and the base and border by wire brough Juarez, wireless, automobile express and motorcycle despatch riders.

Six biplanes of the First Acro Squadron, under command of Capt. B. D. Fouleis, arrived to-day to soout in the mountains for Villa. Lieuts, S. C. G. Chapman, J. E. Carberry, H. A. Dorgue, T. S. Brown, R. H. Willis and E. S. Gonell. W. G. Kilner, in the seventh machine, has not been re-

committee has attached great significance as showing that the Interborough was ready as far back as March 22, 1910, to build the subways at a saving of \$165, one of the Ways and as a solution of the ways at a saving of \$165, one of t em- and of a possible retreat in the direction

made to hear the entire expense of increasing the army and navy. It is sudderstood, however, that Leader Ritchin and his supporters will not be degrate in insisting upon limiting the fevenue to these three sources.

S. Y. DOCTOR DIES OF TYPHUS.

Second Member of Mexico Relief Party Passes Crisis.

Hisk, chief surgeon for the American Sneiting and Refining Company in Mayor Mitchel Joined in their temporary is lower of the time Dr. Olitzky of Mount Sinai Howeld, They went into Mexico to fighing Company and are said to have caught the disease, of typhus cultures in their temporary laboratory.

Dr. Peter Olitzky joined Dr. Husk fellow, They went into Mexico to Laredo, the their company in Mexico about three weeks ago. When Dr. Olitzky hade about three weeks ago. When Dr. Olitzky joined Dr. Husk in Mexico about three weeks ago. When Dr. Olitzky joined Dr. Husk in mentioned the interior of Mexico to Laredo, the three proposed the crisis and was recovering.

Dr. Peter Olitzky joined Dr. Husk in Mexico about three weeks ago. When the interior of Mexico to Laredo, the three proposed that content the interior of Mexico to Laredo, the three proposed that content the interior of Mexico to Laredo, the three proposed that content the interior of Mexico to Laredo, the three proposed that content the content of the company with the clitty of the disease, can be contended the company and are said to have a definite arrangem to-day between the interior of Mexico to Laredo, the company and are said to have a definite arrangem to device the time three sources.

Dr. Peter Olitzky joined Dr. Husk in Mexico about three weeks ago. When between the interior of Mexico to Laredo, the three proposed that the content of the company in the proposed that the content of the con

U. S. TROOPS IN MEXICO AND DESERT THEY ARE CROSSING

background. Note, on the right, an officer Cruz two years ago, and failed in the Villa using a range finder. Below is the same raid on Columbus.

the situation is therefore full of serious

A BOVE is part of a machine gun section section photographed after leaving the shalintrenched near Palomas, Mexico, ap- low trenches for the open. These guns were proaching the mountains seen in the criticised by United States officers at Vera

Government are the result of the request OUTLAW TRAPPED BY 900 by the United States for permission to OUTLAW TRAPPED BY by the United States for permission to use the Mexican Northwestern Radiway for transpolation of supplies to Gen. Pershing's base at Casas Grandes from MEXICANS, GARCIA REPORTS

has not thus far agreed awing to his fear that consent might provoke indianation among the Mexican people. That Mexicans generally resent the presence of American forces in their country and that the relationship of their country and that May Be in Time to Aid-Mexicans Mass

MEXICO CITY PRESS

President Wilson Is Praised for Respecting the Feelings of Mexicans.

CORDIAL TO THE U.S.

Mexicans.

Secretary Bonilles said that he had just granted to Mexican capitalists a concession to build an electric line between Merida and Progreso and a steam railroad from Queratare to Tuxpam.

The officials continue their policy of suppressing all but optimistic news from northern Mexico and in consequence the excitement in Mexico city has not introduced. American newspapers are not attiving except in a few belated cases. arriving except in a few belated cases.

Some papers have been brought in by travellers, but the alarming accounts contained in these have been counter. contained in these have been counter acted by the fact that they are of old date and because of the official optimistic.

The night communique follows

The hight communique follows

In the local press.

No Americans now contemplate leaving the country, only a few women and children having gone; in response to cablegrams from the United States. The American Embassy is fully advised from the United States regarding the situation, but the officials refuse to be interviewed. It is known, nowever, that the Aminassador has been ordered to leave the embassy documents with his French or British colleague, in the remote possibility of his departure.

The Carranza officials deny alarming rumors of approaching disturbances in southern Mexico. They attribute the course of the day after an interest of the course of the day after an interest.

GERMANSSHIFT TERRIFIC FIRE

Thrust to Extreme West of Verdun Nets Small Gain After Hard Action.

FIGHT FOR FORTRESS MONTH OLD TO-DAY

Liquid Fire Used in Fierce Drive Between Avocourt and Malancourt.

INVADERS FEELING OUT FRENCH LINE

New Phase Seen in Crown Prince's Efforts Along Circuitous Route.

This had been reported in the after-communique and an infantry attack been looked for. The storming

th Catvanza and at Carranza's desire has revoked all concessions for build-Cote de l'Oic, Le Mort Homme, the Be This action has been taken that preference may be given to Mexican capital in granting railway concessions. It is Carranza's belief that the railroads is now endeavoring to break three a circuitous route. of the country should be controlled by a circuitous route, then to prove the

Westernesses, Mark 26—beautiful control of State Presentation and the colors of control of the State Presentation and the colors of control of the State Presentation and the colors of control of the State Presentation and the colors of control of the State Presentation and the colors of control of the State Presentation and the colors of the State Presentation and the S